

FISCAL IMPACT STATEMENT ON BILL NO. **S.345**

(Doc. No. 004taxe.dag.doc)

TO: The Honorable David Thomas, Chairman, Senate Banking and Insurance Committee
FROM: Office of State Budget, Budget and Control Board
ANALYSTS: Kenneth Brown
DATE: March 5, 2007 SBD: 2007108

AUTHOR: Senator Cleary PRIMARY CODE CITE: 38-75-330
SUBJECT: Wind and Hail Underwriting Association - Tax Exemption

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

BILL SUMMARY:

The Bill would require the Department of Insurance to promulgate rules and regulations so that the income of the Wind and Hail Underwriting Association may be exempt from federal taxation.

EXPLANATION OF IMPACT:

The Department of Insurance indicates that this Bill would have no impact on the General Fund of the State or Federal and/or Other Funds as the cost of filing an application would be paid for by the Association.

LOCAL GOVERNMENT IMPACT:

None.

SPECIAL NOTES:

None.

Approved by:



Don Addy
Assistant Director, Office of State Budget